



STUDY CENTER  
GERZENSEE

Conference on "Microeconomic Adjustment and Macroeconomic Dynamics"  
October 20 - 21, 2006

Final Program

Thursday, October 19, 2006

Arrival of participants  
18.30 Cocktails  
19.00 Opening dinner

Friday, October 20, 2006

07.00-09.00 Breakfast

09.00-10.30 **Session I**  
Chair: Philippe Bacchetta, Study Center Gerzensee and University of Lausanne

***Hours and Employment Implications of Search Frictions: Matching Aggregate and Establishment-level Observations***

Russell Cooper, University of Texas-Austin, John Haltiwanger, University of Maryland and Jonathan Willis, Federal Reserve Bank of Kansas City

Discussants: Julian Messina, European Central Bank and Stephen Nickell, Bank of England

10.30-11.00 Coffee break

***Investment Spikes: New Facts and a General Equilibrium Exploration***

Francois Gourio, Boston University and Anil Kashyap, University of Chicago

Discussants: Jeffrey Campbell, Federal Reserve Bank of Chicago and Edward C. Prescott, Arizona State University and Federal Reserve Bank of Minneapolis

12.45 Lunch

14.30-16.00 **Session II**  
Chair: Dirk Niepelt, Study Center Gerzensee and IIES, Stockholm University and University of Lausanne

***Idiosyncratic Shocks and the Role of Nonconvexities in Plant and Aggregate Investment Dynamics***

Aubhik Khan, Federal Reserve Bank of Philadelphia and Julia Thomas, University of Minnesota

Discussants: Robert E. Lucas, Jr., University of Chicago and Marcelo Veracierto, Federal Reserve Bank of Chicago

16.00-16.30 Coffee break

16.30-18.00 ***Price Stickiness in Ss Models: Basic Properties***  
Ricardo Caballero, Massachusetts Institute of Technology and Eduardo Engel, Yale University

Discussants: Oleksiy Kryvtsov, Bank of Canada and Virgiliu Midrigan, New York University and Federal Reserve Bank of Minneapolis

19.00 Dinner  
**Dinner address by Ulrich Kohli, Chief Economist and alternate Member of the Governing Board, Swiss National Bank**



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**Saturday, October 21, 2006**

07.00-08.30 Breakfast

08.30-10.00 **Session III**

Chair: Jean-Pierre Danthine, Swiss Finance Institute and University of Lausanne

***Sticky Information and Sticky Prices***

Pete Klenow, Stanford University and Jonathan Willis, Federal Reserve Bank of Kansas City

Discussants: André Kurmann, University of Québec at Montréal and Christopher Sims,  
Princeton University

10.00-10.30 Coffee break

10.30-12.00 ***Aggregate Shocks or Aggregate Information? Costly Information and Business  
Cycle Comovement***

Laura Veldkamp, New York University and Justin Wolfers, University of Pennsylvania

Discussants: Lucrezia Reichlin, European Central Bank and Diego Comin,  
New York University

12.15 Lunch

Departure of Participants